Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

June 14, 1999

Certified Return Receipt P074 976 697

Bruce Whited AEMC, Incorporated 12153 South 1840 East Draper, Utah 84020

Re: Change in Status of Small Mining Files, AEMC Incorporated, LC & KCL Claims and

Mill, S/021/013 and S/021/014, Iron County, Utah

Dear Mr. Whited:

This letter is to notify you that the small mining notice for the LC & KCL Mill located in Section 1, T31S, R8W, Iron County, Utah, will be closed and the information combined into your LC & KCL claims file number S/021/013. The file number S/021/014 for the mill will be retired. As these two projects are located within a two mile radius, the Division's neighboring and related sites policy dictate that the projects can be combined into one project.

We had an exploration permit filed by Lynn Orton, claimant, for this same location. In a recent telephone conversation with Ed Ginouves, of the Cedar City BLM Field Office, we were informed no work was performed by Mr. Orton on that notice. Consequently, we are also closing and retiring Mr. Orton's exploration notice and file. In our telephone conversation today, you informed me that you may be transferring this mining project to Mr. Orton. We have enclosed a small mining transfer form for that purpose. You will need to complete the transfer form as the current operator, have Mr. Orton sign and have it notarized as the new operator and return the form to our office for Division approval and signature.

The BLM informed us that you have performed some reclamation on the sites but complete reclamation has not yet been accomplished. As you were previously notified, during the 1998 legislative session the Utah Legislature authorized collection of annual permit fees for all new and existing permits beginning July 1st. These permit fees are due and payable on a fiscal year. We have not received your 1998 permit fee for these projects which were due by the end of July 1998. Another delinquent billing was sent to you in October. By combining these two files into one project, there will now only be one fee due. Another copy of the delinquent billing

Page 1 Bruce Whited S/021/013 June 14, 1999

statement for the mine site is enclosed. Please submit the \$100.00 fee for the 1998 year by June 23rd, in order to avoid possible penalties and interest if this is turned over to state collections. This annual fee will be due again in July for the 1999 fiscal year. Another billing statement will be sent out later this month for that fee.

Thank you for your cooperation and immediate response to this letter. If you have any questions or concerns regarding this action, please contact me at (801) 538-5321.

Sincerely,

Lynn Kunzler

Senior Reclamation Specialist

jb

Enclosure: 1998 delinquent Billing Statement

Transfer form (MR-TRS)

cc: Ed Ginouves, BLM, Cedar City FO

Lynn Orton, Claimant

S21-13.ltr

801-538-5340

801-359-3940 (Fax)

801-538-7223 (TDD)

12/24/1998

A E M C INCORPORATED 12153 S 1840 E DRAPER UT 84020

Re: Request for Annual Report for the Year 1998.

Dear Sirs:

Lowell P. Braxton

Division Director

The enclosed report form(s) for the Mine(s) referenced below need to be completed and returned to this office by January 31, 1999.

Mine Status	Mine Number	Mine Name	Contact Person
ACTIVE	S210013	L C AND K C L CLAIMS	BRUCE WHITED
ACTIVE	S210014	LC & KCL MILL	BRUCE WHITED

Annual reports are required by Rules R647-3-116 and R647-4-121 of the Division's Amended and New Rules, Minerals Reclamation Program.

Reports are required regardless of annual mine activity, unless you have received a written waiver or formal release from reclamation obligations from the Division.

Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg Permit Supervisor

D. Wayne Hedberg

Minerals Reclamation Program